#### §1775.22 [Reserved]

#### §1775.23 Grant servicing.

Grants will be serviced in accordance with RUS Guide 1775–1 and subpart E of part 1951 of this title. When grants are terminated for cause, 7 CFR part 11 will be followed.

#### § 1775.24 Delegation of authority.

The authority under this part is redelegated to the Assistant Administrator, Water and Environmental Programs, except for the discretionary authority contained in §§1775.34 and 1775.68. The Assistant Administrator, Water and Environmental Programs may re-delegate the authority in this part.

#### §§ 1775.25-1775.30 [Reserved]

# Subpart C—Technical Assistance and Training Grants

## §1775.31 Authorization.

This subpart sets forth additional policies and procedures for making Technical Assistance and Training (TAT) grants authorized under Section 306(a)(14)(A) of the Consolidated Farm and Rural Development Act (CONACT) (7 U.S.C. 1921 et seq., as amended.

#### §1775.32 [Reserved]

## §1775.33 Objectives.

The objectives of the program are to:
(a) Identify and evaluate solutions to
water and waste problems in rural
areas.

- (b) Assist applicants in preparing applications for water and waste disposal loans/grants.
- (c) Assist associations in improving operation and maintenance of existing water and waste facilities in rural areas.

## §1775.34 Source of funds.

Grants will be made from not less than 1 percent or not more than 3 percent of any appropriations for grants under Section 306(a)(2) of the CONACT. Funds not obligated by September 1 of each fiscal year will be used for water and waste disposal grants made in accordance with part 1780 of this chapter.

#### §1775.35 Eligibility.

- (a) Entities eligible for grants must be private nonprofit organizations with tax exempt status, designated by the Internal Revenue Service. A nonprofit organization is defined as any corporation, trust, association, cooperative, or other organization that:
- (1) Is operated primarily for scientific, education, service, charitable, or similar purposes in the public interest.
- (2) Is not organized primarily for profit.
- (3) Uses its net proceeds to maintain, improve, and/or expand its operations.
- (b) Entities must be legally established and located within a state as defined in §1775.2.
- (c) Organizations must be incorporated by December 31 of the year the application period occurs to be eligible for funds.
- (d) Private businesses, Federal agencies, public bodies, and individuals are ineligible for these grants.
- (e) Applicants must also have the proven ability, background, experience (as evidenced by the organization's satisfactory completion of project(s) similar to those proposed), legal authority, and actual capacity to provide technical assistance and/or training on a regional basis to associations as provided in §1775.33. To meet the requirement of actual capacity, an applicant must either:
- (1) Have the necessary resources to provide technical assistance and/or training to associations in rural areas through its staff, or
- (2) Be assisted by an affiliate or member organization which has such background and experience and which agrees, in writing, that it will provide the assistance, or
- (3) Contract with a nonaffiliated organization for not more than 49 percent of the grant to provide the proposed assistance.

#### §1775.36 Purpose.

Grants may be made to organizations as defined in § 1775.35 to enable such organizations to assist associations to:

(a) Identify and evaluate solutions to water problems of associations in rural areas relating to source, storage, treatment, and/or distribution.